FOUNDATION BEYOND BELIEF, INC.
FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITORS’ REPORT
FOR THE YEAR ENDED
DECEMBER 31, 2013
# Foundation Beyond Belief, Inc.

**Financial Statements**

**For the Year Ended December 31, 2013**

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INDEPENDENT AUDITORS’ REPORT

To the Board of Directors
FOUNDATION BEYOND BELIEF, INC.

We have audited the accompanying financial statements of Foundation Beyond Belief, Inc. ("the Organization") which is comprised of the statements of financial position as of December 31, 2013 and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

Managements’ Responsibility for the Financial Statements
Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors’ Responsibility
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity’s preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity’s internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion
In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Foundation Beyond Belief, Inc. as of December 31, 2013, the changes in its cash assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Lawrenceville, Georgia
July 15, 2014

Larry N. Reed, CPA
Sheron R. Quinn, CPA
Daniel T. McClure, CPA
Pauline E. Shannon, CPA
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FOUNDATION BEYOND BELIEF, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2013

ASSETS
Cash and cash equivalents 2013 $ 214,300
Total assets $ 214,300

LIABILITIES AND NET ASSETS
Liabilities
Grants payable $ 34,860

Net assets
Unrestricted 179,440
Total liabilities and net assets $ 214,300

The accompanying notes are an integral part of these financial statements.
FOUNDATION BEYOND BELIEF, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2013

Unrestricted
Revenues and support:
Contributions  $  717,077
Total revenue and support  717,077

Expenses:
Program services  402,712
Supporting expenses  171,892
Development expenses  9,485
Total expenses  584,089

Increase in net assets  132,988

Net assets, before prior period adjustment  83,352
Prior period adjustment  (36,900)
Net assets, beginning as adjusted  46,452

Net assets, ending  $  179,440

The accompanying notes are an integral part of these financial statements.
FOUNDATION BEYOND BELIEF, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2013

<table>
<thead>
<tr>
<th></th>
<th>Program Services</th>
<th>Supporting Expenses</th>
<th>Development Expenses</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Salaries, fringes and taxes</td>
<td>$ 33,697</td>
<td>$ 94,430</td>
<td>$ 7,026</td>
<td>$ 94,430</td>
</tr>
<tr>
<td>Grants</td>
<td>368,554</td>
<td>-</td>
<td>-</td>
<td>368,554</td>
</tr>
<tr>
<td>Accounting</td>
<td>-</td>
<td>4,425</td>
<td>-</td>
<td>4,425</td>
</tr>
<tr>
<td>Advertising</td>
<td>275</td>
<td>-</td>
<td>7,026</td>
<td>7,301</td>
</tr>
<tr>
<td>Conferences and conventions</td>
<td>-</td>
<td>11,221</td>
<td>-</td>
<td>11,221</td>
</tr>
<tr>
<td>Dues and subscriptions</td>
<td>-</td>
<td>-</td>
<td>1,798</td>
<td>1,798</td>
</tr>
<tr>
<td>Information technology</td>
<td>-</td>
<td>30,768</td>
<td>-</td>
<td>30,768</td>
</tr>
<tr>
<td>Legal</td>
<td>-</td>
<td>1,220</td>
<td>-</td>
<td>1,220</td>
</tr>
<tr>
<td>Office expense</td>
<td>-</td>
<td>5,009</td>
<td>-</td>
<td>5,009</td>
</tr>
<tr>
<td>Other expense</td>
<td>-</td>
<td>808</td>
<td>661</td>
<td>1,469</td>
</tr>
<tr>
<td>Payroll taxes</td>
<td>-</td>
<td>5,190</td>
<td>-</td>
<td>5,190</td>
</tr>
<tr>
<td>Supplies</td>
<td>186</td>
<td>-</td>
<td>-</td>
<td>186</td>
</tr>
<tr>
<td>Transaction fees</td>
<td>-</td>
<td>12,558</td>
<td>-</td>
<td>12,558</td>
</tr>
<tr>
<td>Travel/Meeting expense</td>
<td>402,712</td>
<td>171,892</td>
<td>9,485</td>
<td>584,089</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these financial statements.
FOUNDATION BEYOND BELIEF, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2013
Increase (Decrease) in Cash

<table>
<thead>
<tr>
<th>CASH FLOWS FROM OPERATING ACTIVITIES</th>
<th>2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>Increase (decrease) in net assets</td>
<td>$132,988</td>
</tr>
<tr>
<td>Adjustments to reconcile change in net assets to net cash provided by operating activities</td>
<td>(2,040)</td>
</tr>
<tr>
<td>(Increase) Decrease in Grants payable</td>
<td></td>
</tr>
<tr>
<td>Net cash provided (used) in operating activities</td>
<td>130,948</td>
</tr>
</tbody>
</table>

| NET INCREASE (DECREASE) IN CASH | 130,948    |
| Cash and cash equivalents, January 1, | $83,352    |
| Cash and cash equivalents, December 31, | $214,300   |

The accompanying notes are an integral part of these financial statements.
1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

FOUNDATION BEYOND BELIEF, INC. ("the Organization") is a not-for-profit organization whose mission is to demonstrate humanism at its best by supporting efforts to improve this world and this life, and to challenge humanists to embody the highest principles of humanism, including mutual care and responsibility.

Net Asset Classifications
Resources for various purposes are classified for accounting and financial reporting purposes into net asset categories established according to their nature and purpose. Unrestricted nets assets represent assets fully available, at the discretion of management and the Board of Directors, for the Organization to use in any of its program or supporting services. Temporarily restricted net assets are comprised of assets which are restricted by donors for specific purposes. The restrictions are satisfied by the passage of time or by actions of the Organization. The Organization has no temporarily or permanently restricted net assets at December 31, 2013.

Revenue Recognition
Contributions are recorded as revenue when received or promised unconditionally, at their fair value. Gifts received with the donor stipulations that limit the use of the donated assets are reported as temporarily restricted support. When a donor restriction expires, that is, when a time restriction ends or a purpose restriction is fulfilled, temporarily restricted net assets are reclassified as unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Conditional contributions are recognized as revenue when the conditions on which they depend have been substantially met.

Expense Allocations
Functional expenses which are not specifically attributable to program services or supporting services are allocated by management based on various allocation factors.

Cash and Cash Equivalents
The Organization considers highly liquid investments with maturities of three months or less when purchased to be cash equivalents.

Promises to Give
Unconditional promises to give are recognized in the statement of activities in the period received. Promises to be received after one year are discounted at an appropriate discount rate based on management's estimate of the risks involved. Amortization of the discount is recorded annually as additional contribution revenue. The Organization uses the allowance method to determine estimated uncollectible unconditional promises receivable. The allowance is based on prior years' experience and management's analysis of specific promises made. There were no promises to give at December 31, 2013.
1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Donated property goods and services
Donations of property and equipment are recorded as contributions at their estimated fair value at the date of donation. Volunteers may donate time to the Organization, however donated services are recognized only when the services either enhance non-monetary assets or are services that would otherwise be purchased from individuals with specialized skills, such as doctors, attorneys, or other professionals, if not donated. The Organization had no donated services that qualified for recognition for the year ended December 31, 2013.

Estimates
The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements. Actual results could differ from those estimates.

Subsequent Events
In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through July 15, 2014, the date the financial statements were available to be issued.

Fair Value of Financial Instruments
Assets and liabilities whose values are based on quoted market prices for identical assets or liabilities in an active market are considered Level 1 fair values, as these have the highest degree of certainty regarding the underlying value. The estimated fair values of investments, including bank certificates of deposit, are considered Level 1. Assets with short term maturity, such as cash, are stated at cost as the value approximates fair value.

Advertising
Advertising costs are expensed as incurred. The amount of advertising expense is reflected on the statement of functional expenses for each year.

Exempt Organization Status with Internal Revenue Service
The Organization is exempt from income taxes under Section 501(c) (3) of the Internal Revenue Code. The Organization’s is not considered a private foundation and donations to the Organization qualify as deductible contributions as provided in Section 170(b) (1) (A) (vi) of the Internal Revenue Code.

2. PRIOR PERIOD ADJUSTMENT

A prior period adjustment of $36,900 was required to record grants payables at December 31, 2012. These grants were paid in early January of 2013.